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DIARY NOTES

Diary
DD/S

20 June 1957

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1. [REDACTED] telephoned to say that [REDACTED] had received a letter from Admiral [REDACTED] (who expects to retire on the west coast effective 30 September) and that there was some question about the shipment of the Admiral's household goods to the west coast. I told John that I thought we should order [REDACTED] to the west coast, giving him temporary duty in Washington after his arrival early in September. It may be necessary to ship excess baggage, in which case I told him to bring the necessary papers directly to this office.

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2. Met with [REDACTED] and the Clandestine Services Panel on Suggestion Awards to review a proposed award of \$5,000 or more to a Communications man for his contribution to Project AQUATONE. It appeared to me that the Panel was inclined to be a little too generous (they wanted to go as high as \$25,000) and that something less than \$5,000 would be adequate. In any case, I asked [REDACTED] to get a statement from the Project Director as to the value of this contribution and to ask him if there were anyone else in the Project whom he thought should be given similar recognition. After this, the original and one copy of the paper is to be brought to the Deputy Director (Support) for further processing.

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3. Gordon Stewart reported that he had telephoned [REDACTED] had asked for the weekend to think over whether or not he would resign. [REDACTED] said he had not been in touch with Gordon since he was attempting to get someone on the Hill to intercede on his behalf. I told Gordon that I thought this showed bad faith on [REDACTED] part and that we should go ahead and prepare the charges against him without further delay.

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5. George also said that [REDACTED] now had a great deal of evidence to indicate that both [REDACTED] were disloyal to him and that we should not be surprised if he fired either one or both of them. I assured George that we would back Hugh in this and said that we, in fact, would have been happier had he moved against [REDACTED] and this faction a long time ago.

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25X1A9a 6. George and Hugh are still suspicious that people are reporting to headquarters
25X1A9a other than through Hugh. George indicated that the Office of Security was one channel
25X1A9a through which these reports had come. (I checked this out with Shef Edwards, and this
25X1C4c is not so.) He also believes that [REDACTED] is conspiring with [REDACTED] and company to
25X1A9a undermine Hugh.

25X1A9a 7. [REDACTED] I talked to the Director and General Cabell about [REDACTED]
[REDACTED] proposed assignment to [REDACTED] The Director agreed that we could go ahead
25X1A6a with the assignment but said he wished to talk to Perry before he left the States.

[REDACTED]

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